

AUTHORIZATION FOR PROFESSIONAL SERVICES

I accept the JMS proposal of April 16, 1991, for K. HOVNANIAN COMPANY, and agree to the terms and conditions provided in the J M Sorge, Inc. Schedule of Fees, attached. J M Sorge, Inc. is authorized to proceed with the project as of the authorization date indicated, with a maximum authorized billing amount of \$7,640. JMS will not exceed the amount authorized without prior approval.

The owner agrees to limit J M Sorge, Inc.'s liability to the Owner and to all other parties, due to J M Sorge, Inc. professional negligent acts, errors or omissions, such that the total aggregate liability of J M Sorge, Inc. to all parties shall not exceed JMS fee on this project.

The owner agrees to indemnify JMS against any cost or liability which results or arises from damage or destruction of any subsurface utilities, piping, systems, or other structures located on the owner's site or facility; which may occur during any subsurface investigation, cleanup conducted or related work conducted by JMS, unless the owner has previously notified JMS of the location of said utilities, piping systems or other structures.

JMS provides comprehensive General Liability Insurance coverage and Workmen's Compensation Insurance for JMS employees as required by New Jersey regulations.

Signed: K. HOVNANIAN COMPANY

By: _____

Title: _____

Authorization Date: _____

KHOV045003